

Form MR-Site/Bond Release  
(November 1, 2005)

### Application for Site and/or Bond Release

Operator/Permittee: <u>Ridgepointe Mining Company</u>	
Mine/Project Name: <u>Duke Pilot Plant</u>	
File Number: <u>M0370096</u>	
Check One:	
<input type="checkbox"/> Large Mine <input checked="" type="checkbox"/> Small Mine <input type="checkbox"/> Exploration	
Check one:	
<input type="checkbox"/> Partial Release of a <u>portion</u> of the mine site: Acres to be released: _____ Acres Remaining: _____ Specify Area: _____	
<input type="checkbox"/> Full Release of a <u>portion</u> of the mine site:                      Acres to be released: _____ Specify Area: _____	
<input type="checkbox"/> Partial Release of entire mine site:                      Total Acres to be released: _____ (Backfilling and grading are completed)	
<input checked="" type="checkbox"/> Full Release of entire mine site:                      Total Acres to be released: <u>4.87</u> _____ (Vegetation established and survived three growing seasons)	
Amount of Existing Surety: <u>\$0.00</u>	
Amount of Surety requested for release: <u>\$0.00</u>	
Reason for Bond Release Request:	
Project Completed.	
Complete this section if the money released from this application is to be used as surety for future disturbance.	
Release bond on: _____ Acres (specify area) _____	
Apply Bond to: _____ Acres (specify area) _____	
Check Applicable Boxes	DESCRIPTION of RECLAMATION ACTIVITIES COMPLETED (Describe any variance(s) that have been granted, date activity completed)
<input checked="" type="checkbox"/> Wells Plugged / shafts sealed	Well transferred to surface leasee (see attached)
<input checked="" type="checkbox"/> Disposal of debris & other materials incident to mining	Frac tank transferred to surface leasee ( see attached) All other removed.
<input checked="" type="checkbox"/> Drainages, reestablished & stable	Drainages reestablished by nature over time

RECEIVED

MAY 18 2006

X	Structures demolished / removed	All except Frac Tank which was sold in place to surface leasee
X	Regrading Completed – Slopes, pits, highwalls in stable condition	Small ditches and humps left for recreational use.
X	Meets Postmining Land Use (Indicate Landuse)	Recreational per surface leasee (see attached).
	Roads Reclaimed N/A - No new roads created	
X	Dams, Impoundments, Ditches, Pits reclaimed	Small ditches and humps left for recreational use.
X	Topsoil respread – amendments added	Naturally (see surface owner's ruling).
X	Erosion Controlled	Naturally (see surface owner's ruling).
X	Vegetation meets 70% of premining cover and has survived three years for full bond release – or has survived one year growing season to maintain small mine status.	Naturally (see surface owner's ruling).

**I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments and obligations, herein.**

**Malcolm W. Henley**

Print Name

*Malcolm W. Henley*, AGENT  
Sign Name, Position

**05-12-06**

Date

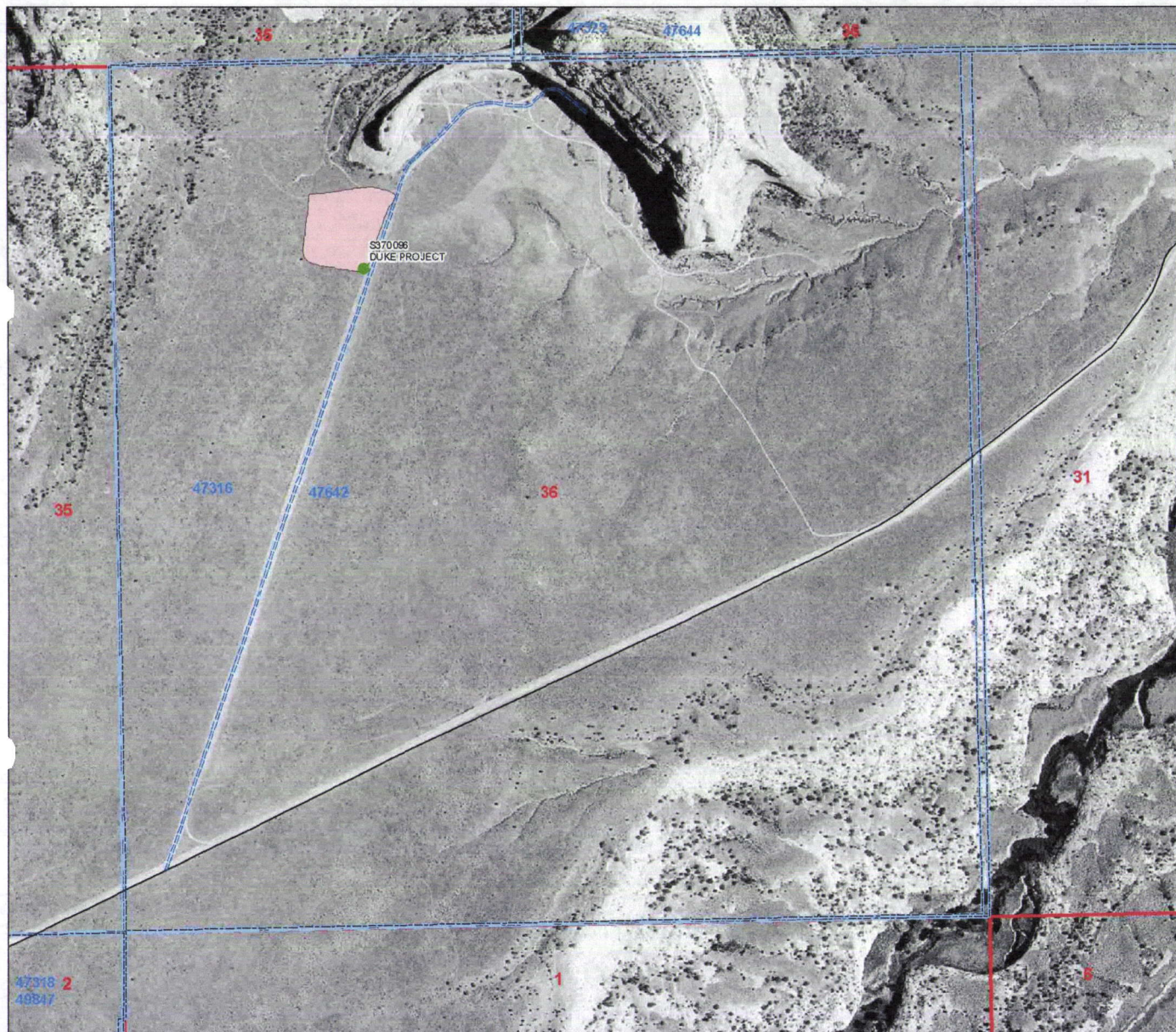
**Return to:**

State of Utah  
Department of Natural Resources  
Division of Oil, Gas and Mining  
1594 West North Temple, Suite 1210  
Box 145801  
Salt Lake City, Utah 84114-5801  
Phone: (801) 538-5291 Fax: (801) 359-3940

<b>FOR DOGM USE ONLY:</b>	
File #:	M/ /
Approved:	
Bond Adjustment: from (\$)	
to \$	

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**Mine Number: M0370096**  
**Mine Name: Duke Project**  
**Township 29.5 S Range 22 E Section 36 SLBM**

Inspection Date Sept. 14, 2005  
 Map Produced by DKS  
 Acres Disturbed 4.87  
 Acres Regraded 0  
 Acres Seeded 0  
 Road Acres Disturbed 0

**Total Acres Disturbed 4.87**

Acres Released 0  
 Acres Excluded 0  
 Acres PreExisting 0  
 Acres Prelaw 0

**Legend**  
**All items symbolized in legend may not be appear on map**

- |                 |  |
|-----------------|--|
| County Boundary | Township or range Line                   |
| Access          | Township or range line location doubtful |
| Mine            | Section line                             |
| NonMine         | Section line location doubtful           |
| Other           | Disturbed                                |
| Interstate      | Regraded                                 |
| US Route        | Seeded                                   |
| State Route     | Released                                 |
| Primary Route   | Excluded                                 |
| Secondary Route | PreExisting                              |
| Main Dirt Road  | Prelaw                                   |
| Unimproved Road | Bond Area                                |
| Interchange     | SITLA Mineral Leases                     |
| Trail           | BLM Leases                               |
|                 | Community Pit                            |

DOQ imagery date 1997



0 625  
 Feet  
 1:7,500 1 inch equals 625 feet  
 Verify Scale

Dept. of Natural Resources  
 Division of Oil, Gas, and Mining  
 Mineral Mines Program

Different data sources and input scales  
 may cause misalignment of data layers  
 This product may not meet DIOGM  
 standards for accuracy and content



# **FRAC TANK AND WATER WELL BILL OF SALE AND AGREEMENT**

UOC Contract Services, a division of The Ultimate Oil Company, an Oklahoma corporation (the "Seller"), of 4306 S. Peoria Avenue, Suite 595, Tulsa, Oklahoma 74105-3924, does hereby sell, assign and transfer to Rockland Corporation, a Utah corporation (the "Buyer") of P. O. Box 8, Moab Utah, 84532, the following property.

**PROPERTY:** Water Well and Associated Equipment

**IDENTIFICATION NUMBER:** Drilled under the State of Utah permit number 97-05-002-P

**PROPERTY:** Frac Tank

**IDENTIFICATION NUMBER:** 010106

For ten dollars (\$10.00) and other good and valuable consideration the receipt and sufficiency of which is hereby confessed and acknowledged and upon the terms and conditions as follow:

The Seller warrants that the property is being transferred to the Buyer free and clear of any liens and encumbrances.

The above property is sold on an "AS IS" basis. The Seller makes no warranties, express or implied (except as specifically stated in this document).

This transfer is effective as of April 10, 2006.

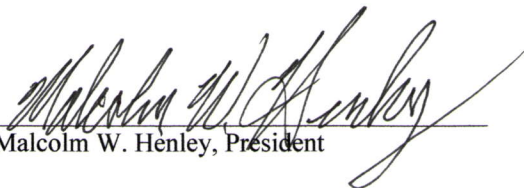
The property is now located at Rockland Ranch, San Juan County Road 135, Mile 1, San Juan County, Utah, 84530 (see attached Exhibit "A"), and all of such property is in the possession of the Buyer.

Buyer grants unto Seller, through April 10, 2008, the right to act as sole agent in the potential resale of the abovementioned Frac Tank. Buyer also reserves the right to sell said Frac Tank. Whichever party originates the sale shall be entitled to seventy-five percent (75%) of the gross proceeds from said sale and the other party (Buyer or Seller herein) shall be entitled to twenty-five percent (25%). Buyer agrees to store only fresh water in the Frac Tank.

With regard to the pilot plant site permitted under number S/0377096, Buyer hereby makes known to all concerned that Buyer intends to use said site for recreational purposes.

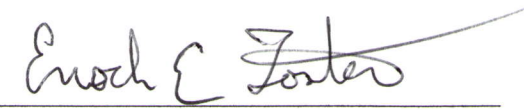
## **SELLER:**

**UOC Contract Services, a division of The Ultimate Oil Company, an Oklahoma corporation**

By:   
Malcolm W. Henley, President

## **BUYER:**

**Rockland Corporation, a Utah corporation**

By:   
Enoch E. Foster, State of Utah Registered Agent